Entered 03/18/10 23:50:28 S. BONGS PTCY COURT NORTHERN DISTRICT OF TEXAS Page 1 of 5

ON THE COURT'S DOCKET

The following constitutes the ruling of the court and has the force and effect therein described.

Signed March 16, 2010

**United States Bankruptcy Judge** 

## IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF TEXAS **DALLAS DIVISION**

IN RE: \$ \$ \$ \$ \$ Case No. 08-36705-BJH-11

SUPERIOR AIR PARTS, INC.

**DEBTOR-IN POSSESSION.** 

# AGREED ORDER SUSTAINING TRUSTEE'S OBJECTION TO CLAIM NO. 162 FILED BY MICHAEL BADGER

(Relates to Docket No. 470)

WHEREAS, on or about August 27, 2009, the Bankruptcy Court entered an order confirming the Third Amended Plan of Reorganization (the "Plan") jointly proposed by the Debtor and the Official Committee of Unsecured Creditors (the "Committee");

WHEREAS, the Plan became effective on September 28, 2009 (the "Effective Date");

WHEREAS, pursuant to Section 6.8 of the Plan (Reorganized Debtor to Honor Certain Warranties), the Reorganized Debtor assumed the Debtor's warranty obligations for alleged

failure of a product occurring *after* the Effective Date of the Plan regardless of whether such goods were sold prior to the Effective Date of the Plan (each an "Assumed Warranty Claim");

WHEREAS, Michael Badger ("<u>Badger</u>") filed proof of claim number 162 for approximately \$3,000.00 for a warranty claim for a potential product failure (the "<u>Claim</u>");

WHEREAS, Marla Reynolds, Trustee, of the Superior Creditor's Trust (the "<u>Trustee</u>") has authority to file, prosecute and object to claims such as the Claim;

WHEREAS, the Trustee filed her Second Omnibus Objection to Claims (No Liability-Warranty Claims Assumed Under Plan) (the "Objection") objecting to several Assumed Warranty Claim, including the Claim;

WHEREAS, Badger, the Trustee and the Reorganized Debtor agree that the Claim does not assert product failure occurring *before* the Effective Date of the Plan, rather the Claim is for potential product failure; it is therefore

ORDERED that the Objection is Sustained; it is further

ORDERED that the Claim is an Assumed Warranty Claim under the Plan; it is further

ORDERED that in the event of an alleged product failure occurring within the applicable time period covered by Badger's warranty, such will be an obligation of the Reorganized Debtor as stated in Section 6.8 of the Plan (Reorganized Debtor to Honor Certain Warranties) not the Trustee; it is further

ORDERED that pursuant to section 502(b) of the Bankruptcy Code, the Claim is hereby disallowed and expunged in its entirety; and it is further

ORDERED that Badger is not entitled to a distribution in this Bankruptcy Case; and it is further

ORDERED that this Court hereby retains jurisdiction to hear and determine all matters arising from or related to the implementation, interpretation and/or enforcement of this Order.

### END OF ORDER ###

#### **AGREED:**

#### /s/ Elliot D. Schuler

Elliot D. Schuler State Bar No. 24033046 BAKER & MCKENZIE, LLP 2300 Trammell Crow Center 2001 Ross Avenue Dallas, Texas 75201

Telephone: (214) 978-3000 Facsimile: (214) 978-3099

## Counsel for Marla Reynolds, Trustee of the Superior Creditors Trust

## /s/ Kent Abercrombie

Kent Abercrombie
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### Authorized Representative of Superior Air Parts, Inc.

#### /s/ Michael Badger

Michael Badger P.O. Box 2950 Post Falls, ID 83877 Telephone: 208-819-4103

Fax: 208-773-0012

# Case 08-36705-bjh11 Doc 638 Filed 03/18/10 Entered 03/18/10 23:50:28 Desc CERTIFICATE OF NOTICE

User: ajones Form ID: pdf012 District/off: 0539-3 Page 1 of 1 Date Rcvd: Mar 16, 2010 Case: 08-36705 Total Noticed: 2

The following entities were noticed by first class mail on Mar 18, 2010. +Marla Charlene Reynolds, Lain, Faulker & Co., P.C., 400 N. St. Paul, Suite 600, aty

Dallas, TX 75201-6897 +Robert P. Franke, Strasburger & Price, LLP, 600 Congress Ave., Ste. 1600, Austin, TX 78701-2974

aty

The following entities were noticed by electronic transmission.

NONE.

\*\*\*\*\* BYPASSED RECIPIENTS \*\*\*\*\*

NONE. TOTAL: 0

Addresses marked '+' were corrected by inserting the ZIP or replacing an incorrect ZIP. USPS regulations require that automation-compatible mail display the correct ZIP.

I, Joseph Speetjens, declare under the penalty of perjury that I have sent the attached document to the above listed entities in the manner shown, and prepared the Certificate of Notice and that it is true and correct to the best of my information and belief.

Meeting of Creditor Notices only (Official Form 9): Pursuant to Fed. R. Bank. P. 2002(a)(1), a notice containing the complete Social Security Number (SSN) of the debtor(s) was furnished to all parties listed. This official court copy contains the redacted SSN as required by the bankruptcy rules and the Judiciary's privacy policies.

Date: Mar 18, 2010

Joseph Spections

TOTAL: 0